G. R. S. IX-5]

Previous references.

G 7 File No. 6 – 21

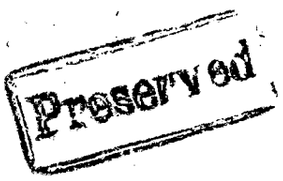
192 /.

Serial Nos. notes.

(G 7)

Later references.

976-21-149



(4)

Preserve
1.11.48.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos: notes

P18

Part B for August 21

SUBJECT.

Arrangement of guarantee by the Mysore Bank with the Imperial Bank of India

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To The Manager Mysore Bank

No. 7E 931 dt 16.8.21

Govt express their appreciation for the very satisfactory manner in which Mr Rose has been able to settle the question.

WD 1888—GPB—16,826—23-7-21

23.8.21

G. R. S. III-2]

General and Revenue Secretariat. | 21 File No. 6 of 1921.

Serial No.	
	From the Manager Bank of Mysore No. dated 6. 8. 21 regarding the arrangement of guarantee which the Bank has offered to the Govt Bank of India &c

Serial No.

separate file, we may, if necessary, even hold the whole of the Sinking Fund at the disposal of the Imperial Bank.

The guarantee which the Mysore Bank has offered to give to the Imperial Bank here should not of course lead to any lock up of its own funds and it is necessary for us to assure the Mysore Ba that whatever purchases of our securities it makes under this arrangement will be considered by us as having been made for our sinking fund.

If ~~our~~ the proposal to include our securities i the list recognized by the Imperial Bank of India Act is accepted, there will be no need for the Myso Bank's guarantee to the Imperial Bank here or for our guarantee to the Mysore Bank. If the Governme of India insist upon our holding our sinking fund at the disposal of the Imperial Bank for allowing the recognition for which we have applied, even then the local arrangement of guarantee between the two Banks here will not be necessary as no difficul ty will be experienced by either of the Banks in disposing of our securities.

In the circumstances explained above, I thin it is necessary to assure the Bank of Mysore that we shall take over, if necessary, the securities which it may have to take from the Imperial Bank here under the arrangement of guarantee for our

sinking

Serial No.

sinking fund and a draft is accordingly put up.

Dewan

Mull
6-8-21

Done
Mull
7.8.21

Done
Mull
7.8.21

D.O. no 70 was issued on 7.8.21

Mull
8/8

To the manager Bank of Mysore

D.O. No 70 d. 7.8.21

thanks him for the promptness with which he agreed to guarantee to the Imp. Bank and states that Mys. Govt will take over for their sinking fund whatever Securities the Bank may have to purchase under the arrangement of guarantee at the prices at which they are purchased

From the manager Bk of Mysore

D.O. d. 9.th Augt 1921

Encloses a copy of letter d: 9.8.21 received from Mr Clarke re the grant of loans by that Bank on the Security of Mysore Govt bonds

G. R. S. III-2]

55591

General and Revenue Secretariat.

Fy File No. 6 of 1921.

Serial No.

DEWAN'S OFFICE.
Recd. on AUG 10 1921
Reg. No. 922

Subd. to Dewan Confidential

This is with reference to the guarantee to the extent of 1 lakh every year for 2 years given by the Mysore Bank for buying on the Bonds if the Imperial Banks wants to sell them

mnd 9-8-21

recm 11.8.21

16/1918

recm 12-8-21

mnd

G. R. S. III-2)

General and Revenue Secretariat.

Ql File No. 6 of 1921.

Serial No.

From the manager Bank of Mysore

D.O dated 12. 8. 21

In continuation of his D.O. dated 9.8.21 forward the further letter received from the manager Imp. Bank of India Bangalore intimating that their Head office has agreed to his granting advances to their constituents —

The previous papers have been Subd to Dewan vide D.O. no. 591.

Subd
mdr
13/8/21

In continuation of my note dated the 9th August 1921 submitting for information Mr. Rose's letter of the 9th instant in regard to the assurance to be given to the Imperial Bank at Bangalore for enabling it to make advances to its constituents on the security of our 7 % Loan, I put up for perusal Mr. Rose's letter dated the 12th August 1921 received today. From the papers now furnished by him, it will be seen that the Head office at Madras is agreeable to the local branch here granting advances to its constituents under the guarantee referred to above and it is a matter of gratification that the point has been so satisfactorily settled. It is presumed that the Imperial Bank here will now be able to render us appreciable assistance in the matter of securing good res-

ponse

G. R. S. III-21

General and Revenue Secretariat.

File No. 6 of 1921.

Serial No.

response to our Loans among its constituents.

A letter of acknowledgement thanking Mr.Rose is also put up.

Dewan

13.8.21

DEWAN'S OFFICE
Recd. on AUG 13 1921
Reg. No. 1016

Revised draft approved by Dewan. put up.

16/8

Issued

16/8

To the Manager Bank of Mysore

No JE 931 S : 16.8.21.

Acknowledges receipt of previous letter & expresses appreciation of your for the very satisfactory manner in which he has been able to settle the question

DIARY NO. 556

The Bank of Mysore Ltd.

TELEGRAPHIC ADDRESS:-
"MYSOREBANK."
CODE - 5TH EDITION A.B.C.

All communications to be addressed
TO THE MANAGER.

No. D/O

Bangalore 6th, August 1921.

CONFIDENTIAL.

Dear Mr. Krishna Rao,

I had a discussion last evening with Mr. Clarke of the Imperial Bank, and he informed me that the Durbar Loan would be a failure if no attempt were made by the Government to ensure negotiability even to the extent of one lac. He apparently had some discussion, either with you or the Comptroller on the question of giving him one lac out of the proposed Sinking Fund, and I told him that if this was all that was wanted to make the loan a success I was prepared to give his Bank a guarantee to take up all the Bonds he could not dispose of up to a limit of Rs. 1 lac. The enclosed is a copy of my proposed guarantee which I am submitting to the Directors for confirmation at their Meeting on the 11th instant. Mr. Clarke said he could not recommend to his constituents the transfers of Government of India Loans to the Mysore Government 7 % Loan on the score of non-negotiability, nor could he make advances on the loans of the Durbar as his Head Office objected to such. He said my guarantee would make all the difference to the success of the Loan and I

I therefore thought it desirable to give the guarantee and see the result. I also informed him to send all applicants for loans to me as I was prepared to make advances to the extent of 90 % repayable in 18 monthly instalments of 5 %.

Yours sincerely,

M. N. KRISHNA RAO. Esq
Financial Secretary to
the Government of Mysore,
Bangalore.

G.R.S. III—3]

Routine Notes.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

ALL COMMUNICATIONS TO BE ADDRESSED TO THE MANAGER.
TELEGRAPHIC ADDRESS: "MYSOREBANK."
CODE: A. B. C. 5TH EDITION.

No.

The Bank of Mysore, Ltd.,

Bangalore, 6th August 1921.

The Imperial Bank of India Ltd
Bangalore

Dear Mr. Clarke,

With reference to our conversation on the fifth evening on the subject of the non negotiability of the Durbar Loans in consequence of their non inclusion in the Imperial Bank Act 1920, as a security on which your Bank may invest in or make advances against, and your statement that if you had the assurance of the Bank of Mysore that they would purchase from you the 7% Bonds of the 1921 Mysore Govt. Loan annually to the face value of Rs.1 lac again t which your Branch has made advances it would make all the difference to the success of the loan in Bangalore, I hereby, on the authority of my Board of Directors, undertake to purchase for the next two years from you 7% Bonds of the loan referred to annually to the extent of Rs.1 lac at a maximum of at Rs.90% on your submitting a certificate that such bonds were advanced against by your Branch, and you have not been successful in securing a purchaser for the same at the price named. This guarantee to run from the 31st October 1921 and to terminate on the 31st October 1923, unless renewed for any further period, and to be considered as cancelled when the securities of the Durbar receive recognition the Imperial Bank Act.

H. Hyderkan Clarke Esq

Yours truly,

M.

Draft.

D.O. No. 70
7.8.1921.

Dear Mr. Rose,

I have received your confidential letter of the 6th instant regarding the arrangement of guarantee which the Bank of Mysore has offered to the Imperial Bank of India Bangalore, for removing the misgivings entertained by the latter in regard to the non-negotiability of bonds of the 7 per cent. loan now on offer. I am desired to thank you for the great interest you are evincing in the floatation of the loans and for the promptness with which the guarantee was offered to that Bank. I am to add that the Mysore Government will take over for their sinking fund whatever securities the Bank ~~of Mysore~~ may have to purchase under the arrangement of the guarantee at the ~~prxx~~ prices at which they are purchased.

Yours sincerely,

6.8.21
Financial Secretary to Govt.

To

W. C. Rose, Esq.,
Manager of the Bank of Mysore, Ltd,
Bangalore.

If the Bank of Mysore Counters it necessary

7.8.21

DIARY 591 12

The Bank of Mysore Ltd.

TELEGRAPHIC ADDRESS:-
"MYSOREBANK."
CODE - 5TH EDITION A.B.C.

ALL COMMUNICATIONS TO BE ADDRESSED
TO THE MANAGER.

Bangalore 9th August 1921

No. 470

Dear Mr. Krishna Rao,

In continuation of my letter of the 6th instant, re my conversation with - - Mr. Clarke, I now enclose copy of his letter, dated the 9th instant, in reply to mine, which so far as he is concerned is very satisfactory. His admission in the final para of his letter is important.

Yours Sincerely,

To

M.N. Krishna Rao, Esq.,
Financial Secretary to Government
Bangalore.

ALL COMMUNICATIONS TO BE ADDRESSED TO THE MANAGER.

The Bank of Mysore, Ltd.,

No. .....

Bangalore, ...

Letter No.442 dated the 9th instant from the Imperial Bank of India, Bangalore to the Manager, Bank of Mysore, Ltd, Bangalore.

9-------

Many thanks for your letter of the 6th instant, received yesterday regarding the Mysore loan. I am to-day addressing my Head Office on the subject, and hope they will accept your offer and give me a free hand in granting loans on this security. It appears to me your offer covers any objection the Bank may have formerly had.

"C O P Y"

14

Imperial Bank of India

Bangalore, 11th August 1921

No.500

Dear Mr. Rose,

I have heard from My head office to-day and they are agreeable to my granting advances to our constituents under the guarantee as stated in your D.O. letter of the 6th instant.

Yours sincerely,

Sd.H.Sydenham Clarke.

To

The Manager,

Bank of Mysore Ltd.,

Bangalore.

True Copy.

G.R.S. III—3]

Routine Notes.

[To be used only for notes, requisitions, etc., not intended for

OMMUNICATIONS TO BE ADDRESSED
TO THE MANAGER.
PHIC ADDRESS: "MYSOREBANK."
)DE: A. B. C. 5TH EDITION.

The Bank of Mysore, Ltd.,

Bangalore, 12th August 1921

SJo

Dear Mr. Clarke,

Many thanks for your letter of the 11th inst. No.500 intimating the sanction of your Head Office to your making advances to your constituents on the security of the 7% Mysore Government Loan 1921. The information you convey will be gratifying to the Durbar, and I thank you for your kind assistance in securing so satisfactory a solution to the legal difficulty you had to contend with.

Yours Sincerely,

H. Sydenham Clarke, Esq.,
Agent,
Imperial Bank of India,
Bangalore.

G. R. S. III-21

General and Revenue Secretariat. | File No. of 19 .

Serial No.

541
666

Copied.

The Bank of Mysore, Ltd.,

No. 576

Bangalore, 12th August 1921

Re:New Government Loan.

Dear Mr. Krishna Rao,

With further reference to my letter of the 9th instant, I enclose herewith a copy of letter from the local agent of the Imperial Bank of India, and my reply thereto I am glad that the matter has taken such a satisfactory ending.

Yours Sincerely,

M.N.Krishna Rao Esq.,
Financial Secretary,
Bangalore.

Encl.2.

Draft D.O.

To

W. C. Rose, Esq.,
Manager, Bank of Mysore, Ltd.,
Bangalore.

Dated, Bangalore, the August 1921.

Dear Sir,

Re.-- New Government Loan.

I write to acknowledge with thanks the receipt of your letter No. 666 dated the 12th August 1921 with enclosures as stated. It is indeed a matter of great satisfaction that the matter in question has been so nicely solved for the time being with your kind help.

Yours sincerely,

13-8-21.

for Finl. Secy.

DRAFT. No 7E931 18

8/16/8/21

To

W. C. Rose, Esq.,

Manager, The Bank of Mysore Lo

Bangalore.

Dear ...

I write to acknowledge, with thanks, the receipt of your D.O letter ~~No. 666~~ dated the 12th instant communicating the willingness of the Imperial Bank of India to grant advances to their constituents, under the guarantee given by you, for subscribing to the Government loan. I am to express the appreciation of Government for the very satisfactory manner in which you have been able to settle this question.

16.8.21

Yours sincerely,

18
16/8